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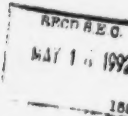
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B92-2236

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 or 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934
FOR QUARTER ENDED MARCH 31, 1992



Commission file number 2-90033

ASSUMPTION BANCSHARES, INC.
(Exact name of registrant specified in its charter)

Louisiana
(State or other jurisdiction of incorporation or organization)

72-0121470
(I.R.S. Employer Identification No.)

P.O. Box 398
110 Franklin Street
Napoleonville, Louisiana
(Address of principal executive office)

70390
(Zip code)

(504) 369-7269
(Registrant's telephone number, including area code)

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Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

YES ☒ NO ☐

Number of shares outstanding as of March 31, 1992:

160,000 Common Shares

ASSUMPTION BANCSHARES, INC.

Condensed Consolidated Statements of Condition
(Unaudited)

March 31, 1992 and December 31, 1991

Assets	March 31, 1992	December 31, 1991
Cash and due from banks	\$ 3,583,288	4,159,080
Federal funds sold	<u>6,570,000</u>	<u>5,300,000</u>
Cash and cash equivalents	10,153,288	9,459,080
Investment securities (market value of \$50,079,000 and \$42,785,000 at March 31, 1992 and December 31, 1991, respectively)	50,389,650	42,538,706
Loans	42,652,876	42,717,149
Less allowance for possible loan losses	<u>633,863</u>	<u>625,000</u>
Net loans	<u>42,019,013</u>	<u>42,092,149</u>
Other real estate	838,245	1,030,952
Bank premises and equipment, net	940,789	956,296
Accrued interest receivable	775,743	751,805
Other assets	<u>244,178</u>	<u>164,502</u>
	<u>\$ 105,360,906</u>	<u>96,993,490</u>
<u>Liabilities and Stockholders' Equity</u>		
Deposits:		
Noninterest-bearing demand	8,858,892	8,429,331
NOW accounts	16,930,879	15,404,763
Money market accounts	15,259,747	13,500,017
Savings and IRA accounts	22,136,972	18,203,343
Certificates and other time deposits \$100,000 and over	3,595,559	4,928,781
Other certificates of deposit	<u>31,537,154</u>	<u>29,914,390</u>
	98,319,203	90,380,625
Accrued interest payable	404,326	348,961
Other liabilities and accrued expenses	<u>164,031</u>	<u>66,402</u>
Total liabilities	<u>98,887,560</u>	<u>90,795,988</u>
Stockholders' equity:		
Common stock	800,000	800,000
Paid-in capital	450,000	450,000
Retained earnings	<u>5,223,346</u>	<u>4,947,502</u>
Total stockholders' equity	6,473,346	6,197,502
Commitments		
	<u>\$ 105,360,906</u>	<u>96,993,490</u>

See accompanying notes to condensed consolidated financial statements.

ASSUMPTION BANCSHARES, INC.

Condensed Consolidated Statements of Income
(Unaudited)

Three months ended March 31, 1992 and 1991

	1992	1991
Interest income:		
Interest and fees on loans	\$ 1,139,281	1,252,664
Interest on investment securities:		
Taxable	744,596	565,728
Exempt from federal income taxes	34,668	64,146
Interest on federal funds sold	61,911	125,663
Interest on deposits with banks	<u>-</u>	<u>4,918</u>
Total interest income	1,980,456	2,013,119
Interest expense on deposits	<u>1,003,879</u>	<u>1,272,145</u>
Net interest income	976,577	740,974
Provision for possible loan losses	<u>50,000</u>	<u>195,086</u>
Net interest income after provision for possible loan losses	926,577	545,888
Other income	124,077	126,629
Other expenses	<u>(695,101)</u>	<u>(608,900)</u>
Income before income taxes	355,553	63,617
Income tax expense	<u>79,709</u>	<u>11,000</u>
Net income	<u>\$ 275,844</u>	<u>52,617</u>
Per share data:		
Net income	\$ <u>1.72</u>	<u>.33</u>
Number of shares used in computation	<u>160,000</u>	<u>166,666</u>

See accompanying notes to condensed consolidated financial statements.

ASSUMPTION BANCSHARES, INC.

Condensed Consolidated Statements of Changes in Stockholders' Equity
(Unaudited)

Three months ended March 31, 1992 and 1991

	Common stock	Paid-in capital	Retained earnings	Net unrealized loss on money market mutual fund securities	Total stockholders' equity
Balances at December 31, 1990	\$ 800,000	450,000	5,504,049	(508,094)	6,245,955
Net income for three months ended March 31, 1991	-	-	52,617	-	52,617
Decrease in net unrealized loss on money market mutual fund securities	-	-	-	(29,402)	(29,402)
Balances at March 31, 1991	<u>\$ 800,000</u>	<u>450,000</u>	<u>5,556,666</u>	<u>(537,496)</u>	<u>6,269,170</u>
Balances at December 31, 1991	\$ 800,000	450,000	4,947,502	-	6,197,502
Net income for three months ended March 31, 1992	-	-	275,844	-	275,844
Balances at March 31, 1992	<u>\$ 800,000</u>	<u>450,000</u>	<u>5,223,346</u>	<u>-</u>	<u>6,473,346</u>

See accompanying notes to condensed consolidated financial statements.

ASSUMPTION BANCSHARES, INC.

Condensed Consolidated Statements of Cash Flows
(Unaudited)

Three months ended March 31, 1992 and 1991

	1992	1991
Cash flows from operating activities:		
Net income	\$ 275,044	52,617
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	30,000	39,000
Provision for possible loan losses	50,000	195,086
Gain on sale of investment securities	(8,304)	(19,687)
Loss on sale of other assets acquired in settlement of loans	14,759	-
Increase in accrued interest receivable	(23,938)	(71,209)
Increase in accrued interest payable	55,365	109,505
Increase (decrease) in other assets and other liabilities	45,274	(3,288)
Net cash provided by operating activities	<u>459,000</u>	<u>302,024</u>
Cash flows from investing activities:		
Proceeds from sales of investment securities	298,058	2,177,455
Proceeds from maturities of investment securities	6,435,450	725,000
Purchases of investment securities	(15,056,683)	(6,983,807)
Loans originated, net of principal collections	420,713	184,295
Proceeds from sales of other assets acquired in settlement of loans	213,525	-
Capital expenditures	(14,493)	66,800
Net cash used in investing activities	<u>(7,703,430)</u>	<u>(3,830,257)</u>
Cash flows from financing activities:		
Net increase in demand deposits, NOW accounts, money market accounts and savings accounts	7,649,036	2,079,308
Net increase in certificates of deposit and other time deposits of \$100,000 and over	289,542	408,523
Dividends paid	-	(320,000)
Net cash used in financing activities	<u>7,938,578</u>	<u>2,167,831</u>
Net increase (decrease) in cash and cash equivalents	694,208	(1,360,402)
Cash and cash equivalents at beginning of period	<u>9,459,080</u>	<u>12,563,111</u>
Cash and cash equivalents at end of period	\$ <u>10,153,288</u>	\$ <u>11,202,709</u>
Supplemental disclosures:		
Interest paid	\$ <u>948,514</u>	<u>1,162,638</u>
Income taxes paid	\$ <u>-</u>	<u>-</u>
Other assets acquired in settlement of loans	\$ <u>118,898</u>	<u>-</u>

See accompanying notes to condensed consolidated financial statements.

ASSUMPTION BANCSHARES, INC.

Note to Condensed Consolidated Financial Statements

Three months ended March 31, 1992 and 1991

The condensed consolidated financial statements reflect all adjustments which are, in the opinion of management, necessary for a fair presentation of financial position and results of operations for the interim periods presented. All adjustments are of a normal recurring nature.

Cash and Cash Equivalents

For purposes of the condensed consolidated statements of cash flows, cash and cash equivalents represent cash and due from banks and federal funds sold.

Earnings per share

Earnings per share have been computed on the basis of the weighted average number of shares outstanding.

Reclassification

Certain reclassifications were made to the condensed consolidated statements of cash flows of prior periods to conform with the 1992 presentation.

ASSUMPTION BANCSHARES, INC.

Management's Discussion and Analysis of
Financial Condition and Results of Operations

Results of Operations

Net interest income for the three months ended March 31, 1992 increased from comparable amounts for the three-month period ended March 31, 1991 due to an increase in the Bank's net interest margins from 2.77% to 3.74%, respectively. The improved margin resulted from current economic conditions which drove rates on interest-bearing liabilities down at a pace faster than the rates on earning assets.

Provision for loan losses was unusually high during 1991 due to the deterioration and ultimate bankruptcy of specific borrowers. The Bank recognized all of the unusual losses related to these borrowers in 1991, and, as a result, the provision for loan losses during the first quarter of 1992 has decreased. Management continues to evaluate the adequacy of the allowance for loan losses on an ongoing basis and believes, based on its analysis, that the allowance is adequate to absorb losses relating to these and other credits in the portfolio.

Other expenses at March 31, 1992 totaled \$695,101, up from \$608,900 for the first quarter 1991. The additional expenses resulted primarily from increased FDIC insurance assessments due to the increased volume of deposits and premium rates charged, and an increase in legal fees due to the administration of loans, other real estate and litigation due the bankruptcy of certain borrowers during 1991.

The provision for income taxes is based on management's estimate of the expected effective tax rate for the entire year. The principal factor affecting the actual effective income tax rate is tax-exempt interest.

Liquidity and Capital Resources

Fluctuating interest rates and competitive forces in the financial services industry have intensified the need for management of and matching maturities of various assets and liabilities. This process involves maintaining liquidity and controlling interest rate sensitivity. The goal of liquidity management is to ensure funds are available for customer needs. Interest rate sensitivity management attempts to match shifts in earning asset yields with interest paying liability rates.

Investment securities, comprised of U. S. Treasuries, obligations of states and municipalities and government guaranteed mortgage-backed securities, represented 47.8% and 43.8% of total assets at March 31, 1992 and December 31, 1991, respectively. The investment portfolio is managed with the primary objective of generating interest income while maintaining an appropriate level of asset liquidity and controlling the Bank's net interest rate risk position. Strong deposit growth primarily due to a failing financial institution in the Bank's market area and proceeds from paydowns of mortgage-backed securities and maturities of other investment securities and principal collected on loans were invested in securities with shorter maturities or which offer the possibility of frequent repricing.

(Continued)

ASSUMPTION BANCSHARES, INC.

Management's Discussion and Analysis of
Financial Condition and Results of Operations

The market value of the investment portfolio at March 31, 1992 was 99% of book value, compared to 101% at December 31, 1991. Management does not anticipate any significant effect on future earnings, liquidity or capital resources as a result of the amounts of unrealized gains or unrealized losses in the investment portfolio.

The Bank's deposits increased approximately \$8 million from December 31, 1991 to March 31, 1992. This significant increase is attributed primarily to the closure of a regional savings and loan institution in the Bank's immediate trade area.

There have been no significant changes in capital resources at March 31, 1992 as compared to December 31, 1991 except the recorded first quarter income of \$276,000. Management is not aware of any recommendations by regulatory authorities or other matters which are reasonably likely to have a material effect on the Bank's capital resources, liquidity or operations.

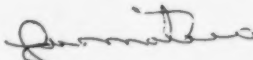
PART II

Items 1 through 5 are not applicable.

Item 6. Exhibits and Reports on Form 8-K. No Form 8-K was required to be filed during the quarter ended March 31, 1992.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.



Joseph H. Montero, II
Joseph H. Montero, II,
Secretary and Chief Finance
and Accounting Officer

Date: May 13, 1992